

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-03948A

Empirita Water Company, Inc.  
2850 E. Skyline Dr., Ste. 100  
Tucson, AZ 85718

RECEIVED

APR 22 2016

AZ CORP COMM

Director - Utilities

☐ Please click here if pre-printed Company name on this form is not your current  
Company name or dba name is not included.

Please list current Company name including dba here:

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

|    |    |      |
|----|----|------|
| 12 | 31 | 2015 |
|----|----|------|

**FOR COMMISSION USE**

|        |    |
|--------|----|
| ANN 04 | 15 |
|--------|----|

4-26-16

## COMPANY INFORMATION

**Company Name (Business Name)** Empirita Water Company, LLC

**Mailing Address** 2850 E. Skyline Drive, Suite 100

Tucson  
(City)

AZ  
(State)

85712  
(Zip)

(520) 490-1218

N/A

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** N/A

**Local Office Mailing Address** 2850 E. Skyline Drive, Suite 100

Tucson  
(City)

AZ  
(State)

85712  
(Zip)

(520) 490-1218

Local Customer Service Phone No. (Include Area Code)

(1-800 or other long distance Customer Service Phone No.)

**Email Address** N/A

**Website address** N/A

## MANAGEMENT INFORMATION

☒ **Regulatory Contact:** Mike Leider

**System Operator**

☒ **Management Contact:** James Vermilyea

**President**

(Name)

(Title)

2850 E. Skyline Drive, Suite 100

Tucson

AZ

857112

(Street)

(City)

(State)

(Zip)

(520) 490-1218

N/A

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** N/A

**On Site Manager:** DMD Water Services

(Name)

14092 E. Placita Mochuelo

Vail

AZ

85641

(Street)

(City)

(State)

(Zip)

(520) 647-7205

N/A

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** dmdwaterservices@gainbroadband.com

Statutory Agent: DMD Water Services

(Name)

14092 E. Placita Mochuelo

Vail

AZ

85641

(Street)

(City)

(State)

(Zip)

(520) 647-7205

N/A

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: Lawrence Robertson, Jr.

(Name)

323 N. Wilmot, Suite 300

Tucson

AZ

85715

(Street)

(City)

(State)

(Zip)

(520) 398-0411

N/A

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address N/A

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

**COMPANY NAME** Empirita Water Company, LLC

**UTILITY PLANT IN SERVICE**


| Acct.<br>No. | DESCRIPTION                            | Original<br>Cost (OC) | Accumulated<br>Depreciation (AD) | O.C.L.D.<br>(OC less AD) |
|--------------|--|-----------------------|----------------------------------|--------------------------|
| 301          | Organization                           | 15,000                | 10,500                           | 4,500                    |
| 302          | Franchises                             |                       |                                  |                          |
| 303          | Land and Land Rights                   |                       |                                  |                          |
| 304          | Structures and Improvements            |                       |                                  |                          |
| 305          | Collecting & Impounding Reservoirs     |                       |                                  |                          |
| 306          | Lake, River, Canal Intakes             |                       |                                  |                          |
| 307          | Wells and Springs                      | 29,888                | 12,491                           | 17,397                   |
| 308          | Infiltration Galleries                 |                       |                                  |                          |
| 309          | Raw Water Supply Mains                 |                       |                                  |                          |
| 310          | Power Generation Equipment             |                       |                                  |                          |
| 311          | Pumping Equipment                      |                       |                                  |                          |
| 320          | Water Treatment Equipment              |                       |                                  |                          |
| 320.1        | Water Treatment Plants                 |                       |                                  |                          |
| 320.2        | Solution Chemical Feeders              |                       |                                  |                          |
| 320.3        | Point-of-Use Treatment Devices         |                       |                                  |                          |
| 320.4        | Arsenic Media                          |                       |                                  |                          |
| 330          | Distribution Reservoirs and Standpipes |                       |                                  |                          |
| 330.1        | Storage Tanks                          | 198,933               | 76,551                           | 122,382                  |
| 330.2        | Pressure Tanks                         |                       |                                  |                          |
| 331          | Transmission and Distribution Mains    |                       |                                  |                          |
| 333          | Services                               |                       |                                  |                          |
| 334          | Meters and Meter Installations         |                       |                                  |                          |
| 335          | Hydrants                               |                       |                                  |                          |
| 336          | Backflow Prevention Devices            |                       |                                  |                          |
| 339          | Other Plant and Misc. Equipment        |                       |                                  |                          |
| 340          | Office Furniture and Equipment         |                       |                                  |                          |
| 340.1        | Computers & Software                   |                       |                                  |                          |
| 341          | Transportation Equipment               | 2,000                 | 2,000                            | -0-                      |
| 342          | Stores Equipment                       |                       |                                  |                          |
| 343          | Tools, Shop and Garage Equipment       |                       |                                  |                          |
| 344          | Laboratory Equipment                   |                       |                                  |                          |
| 345          | Power Operated Equipment               | 67,719                | 36,753                           | 30,966                   |
| 346          | Communication Equipment                |                       |                                  |                          |
| 347          | Miscellaneous Equipment                |                       |                                  |                          |
| 348          | Other Tangible Plant                   |                       |                                  |                          |
|              | <b>TOTALS</b>                          | <b>325,038</b>        | <b>149,793</b>                   | <b>175,245</b>           |

\*This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Empirita Water Company, LLC

**WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

| Acct. No. | DESCRIPTION                            | Original Cost(1) | Depreciation Percentage (2) | Depreciation Expense (1 x 2) |
|-----------|--|------------------|-----------------------------|------------------------------|
| 301       | Organization                           | 15,000           | 0.066                       | 1,000                        |
| 302       | Franchises                             |                  |                             |                              |
| 303       | Land and Land Rights                   |                  |                             |                              |
| 304       | Structures and Improvements            |                  |                             |                              |
| 305       | Collecting & Impounding Reservoirs     |                  |                             |                              |
| 306       | Lake, River, Canal Intakes             |                  |                             |                              |
| 307       | Wells and Springs                      | 29,888           | 0.039                       | 1,170                        |
| 308       | Infiltration Galleries                 |                  |                             |                              |
| 309       | Raw Water Supply Mains                 |                  |                             |                              |
| 310       | Power Generation Equipment             |                  |                             |                              |
| 311       | Pumping Equipment                      |                  |                             |                              |
| 320       | Water Treatment Equipment              |                  |                             |                              |
| 320.1     | Water Treatment Plants                 |                  |                             |                              |
| 320.2     | Solution Chemical Feeders              |                  |                             |                              |
| 320.3     | Point-of-Use Treatment Devices         |                  |                             |                              |
| 320.4     | Arsenic Media                          |                  |                             |                              |
| 330       | Distribution Reservoirs and Standpipes |                  |                             |                              |
| 330.1     | Storage Tanks                          | 198,933          | 0.040                       | 7,957                        |
| 330.2     | Pressure Tanks                         |                  |                             |                              |
| 331       | Transmission and Distribution Mains    |                  |                             |                              |
| 333       | Services                               |                  |                             |                              |
| 334       | Meters and Meter Installations         | 11,498           | 0.000                       | 0.00                         |
| 335       | Hydrants                               |                  |                             |                              |
| 336       | Backflow Prevention Devices            |                  |                             |                              |
| 339       | Other Plant and Misc. Equipment        |                  |                             |                              |
| 340       | Office Furniture and Equipment         |                  |                             |                              |
| 340.1     | Computers & Software                   |                  |                             |                              |
| 341       | Transportation Equipment               |                  |                             |                              |
| 342       | Stores Equipment                       |                  |                             |                              |
| 343       | Tools, Shop and Garage Equipment       |                  |                             |                              |
| 344       | Laboratory Equipment                   |                  |                             |                              |
| 345       | Power Operated Equipment               | 67,719           | 0.023                       | 1,561                        |
| 346       | Communication Equipment                |                  |                             |                              |
| 347       | Miscellaneous Equipment                |                  |                             |                              |
| 348       | Other Tangible Plant                   |                  |                             |                              |
|           | <b>SUBTOTAL</b>                        |                  |                             |                              |
|           | <b>LESS CIAC Amortization</b>          |                  |                             |                              |
|           | <b>TOTALS *</b>                        |                  |                             | 11,688                       |

\*This amount goes on the Comparative Statement of Income and Expense Acct. No. 403 

**COMPANY NAME** Empirita Water Company, LLC

**WATER UTILITY BALANCE SHEET**

| Acct No. |   | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|----------|---|------------------------------|------------------------|
|          | <b>ASSETS</b>                               |                              |                        |
|          | <b>CURRENT AND ACCRUED ASSETS</b>           |                              |                        |
| 131      | Cash  | \$ 325                       | \$ 102                 |
| 134      | Working Funds                               |                              |                        |
| 135      | Temporary Cash Investments                  |                              |                        |
| 141      | Customer Accounts Receivable                | 290                          | 0                      |
| 146      | Notes/Receivables from Associated Companies |                              |                        |
| 151      | Plant Material and Supplies                 |                              |                        |
| 162      | Prepayments                                 |                              |                        |
| 174      | Miscellaneous Current and Accrued Assets    | 615                          | 102                    |
|          | <b>TOTAL CURRENT AND ACCRUED ASSETS</b>     | \$                           | \$                     |
|          | <b>FIXED ASSETS</b>                         |                              |                        |
| 101      | Utility Plant in Service                    | \$ 325,038                   | \$ 325,038             |
| 103      | Property Held for Future Use                |                              |                        |
| 105      | Construction Work in Progress               |                              |                        |
| 108      | Accumulated Depreciation – Utility Plant    | (138,105)                    | (149,793)              |
| 121      | Non-Utility Property                        |                              |                        |
| 122      | Accumulated Depreciation – Non Utility      |                              |                        |
|          | <b>TOTAL FIXED ASSETS</b>                   | \$ 186,933                   | \$ 175,245             |
|          | <b>TOTAL ASSETS</b>                         | \$ 187,548                   | \$ 175,347             |

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**COMPANY NAME** Empirita Water Company, LLC

**WATER UTILITY BALANCE SHEET (CONTINUED)**

| Acct.<br>No. |   | BALANCE AT<br>BEGINNING<br>OF YEAR | BALANCE AT<br>END OF<br>YEAR |
|--------------|---|------------------------------------|------------------------------|
|              | <b>LIABILITIES</b>                                |                                    |                              |
|              | <b>CURRENT LIABILITES</b>                         |                                    |                              |
| 231          | Accounts Payable                                  | \$ 0                               | \$ 1,181                     |
| 232          | Notes Payable (Current Portion)                   | 9,495                              | 9,496                        |
| 234          | Notes/Accounts Payable to Associated Companies    | 155,490                            | 157,840                      |
| 235          | Customer Deposits                                 |                                    |                              |
| 236          | Accrued Taxes                                     |                                    |                              |
| 237          | Accrued Interest                                  |                                    |                              |
| 241          | Miscellaneous Current and Accrued Liabilities     | 3,368                              | 3,516                        |
|              | <b>TOTAL CURRENT LIABILITIES</b>                  | \$ 168,353                         | \$ 172,033                   |
|              | <b>LONG-TERM DEBT (Over 12 Months)</b>            |                                    |                              |
| 224          | Long-Term Notes and Bonds                         | \$ 50,925                          | \$ 47,339                    |
|              | <b>DEFERRED CREDITS</b>                           |                                    |                              |
| 251          | Unamortized Premium on Debt                       | \$                                 | \$                           |
| 252          | Advances in Aid of Construction                   | 3,811                              | 3,645                        |
| 255          | Accumulated Deferred Investment Tax Credits       |                                    |                              |
| 271          | Contributions in Aid of Construction              |                                    |                              |
| 272          | Less: Amortization of Contributions               |                                    |                              |
| 281          | Accumulated Deferred Income Tax                   |                                    |                              |
|              | <b>TOTAL DEFERRED CREDITS</b>                     | \$                                 | \$                           |
|              | <b>TOTAL LIABILITIES</b>                          | \$ 223,089                         | \$ 223,017                   |
|              | <b>CAPITAL ACCOUNTS</b>                           |                                    |                              |
| 201          | Common Stock Issued                               | \$                                 | \$                           |
| 211          | Paid in Capital in Excess of Par Value            |                                    |                              |
| 215          | Retained Earnings                                 |                                    |                              |
| 218          | Proprietary Capital (Sole Props and Partnerships) | (35,541)                           | (47,670)                     |
|              | <b>TOTAL CAPITAL</b>                              | \$                                 | \$                           |
|              | <b>TOTAL LIABILITIES AND CAPITAL</b>              | \$ 187,548                         | \$ 175,347                   |

**COMPANY NAME** Empirita Water Company, LLC

**WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

| Acct. No. | OPERATING REVENUES                        | PRIOR YEAR         | CURRENT YEAR       |
|-----------|---|--------------------|--------------------|
| 461       | Metered Water Revenue                     | \$ 25,505          | \$ 25,429          |
| 460       | Unmetered Water Revenue                   | 402                | 399                |
| 474       | Other Water Revenues                      | 767                | 388                |
|           | <b>TOTAL REVENUES</b>                     | <b>\$ 26,674</b>   | <b>\$ 26,216</b>   |
|           | <b>OPERATING EXPENSES</b>                 |                    |                    |
| 601       | Salaries and Wages                        | \$                 | \$                 |
| 610       | Purchased Water                           |                    |                    |
| 615       | Purchased Power                           | 3,333              | 5,035              |
| 618       | Chemicals                                 |                    |                    |
| 620       | Repairs and Maintenance                   | 1,159              | 182                |
| 621       | Office Supplies and Expense               | 919                | 0                  |
| 630       | Outside Services                          | 10,709             | 9,161              |
| 635       | Water Testing                             |                    |                    |
| 641       | Rents                                     |                    |                    |
| 650       | Transportation Expenses                   | 5,237              | 2,748              |
| 657       | Insurance – General Liability             | 189                | 1,346              |
| 659       | Insurance - Health and Life               |                    |                    |
| 666       | Regulatory Commission Expense – Rate Case |                    |                    |
| 675       | Miscellaneous Expense                     | 245                | 24                 |
| 403       | Depreciation Expense                      | 43,306             | 11,689             |
| 408       | Taxes Other Than Income                   | 1,402              | 1,521              |
| 408.11    | Property Taxes                            | 1,000              | 529                |
| 409       | Income Tax                                |                    |                    |
|           | <b>TOTAL OPERATING EXPENSES</b>           | <b>\$ 67,499</b>   | <b>\$ 32,235</b>   |
|           | <b>OPERATING INCOME/(LOSS)</b>            | <b>\$</b>          | <b>\$</b>          |
|           | <b>OTHER INCOME/(EXPENSE)</b>             | <b>(40,825)</b>    | <b>(6,019)</b>     |
| 419       | Interest and Dividend Income              | \$                 | \$                 |
| 421       | Non-Utility Income                        |                    |                    |
| 426       | Miscellaneous Non-Utility Expenses        |                    |                    |
| 427       | Interest Expense                          | 3,751              | 6,110              |
|           | <b>TOTAL OTHER INCOME/(EXPENSE)</b>       | <b>\$ 3,751</b>    | <b>\$ 6,110</b>    |
|           | <b>NET INCOME/(LOSS)</b>                  | <b>\$ (44,576)</b> | <b>\$ (12,129)</b> |



|                     |                             |
|---------------------|-----------------------------|
| <b>COMPANY NAME</b> | Empitita Water Company, LLC |
|---------------------|-----------------------------|

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

|                        | LOAN #1            | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|--------------------|---------|---------|---------|
| Date Issued            | 6/25/2014          |         |         |         |
| Source of Loan         | Individual         |         |         |         |
| ACC Decision No.       |                    |         |         |         |
| Reason for Loan        | Equipment upgrades |         |         |         |
| Dollar Amount Issued   | \$ 62,000          | \$      | \$      | \$      |
| Amount Outstanding     | \$ 56,835          | \$      | \$      | \$      |
| Date of Maturity       | 6/30/2022          |         |         |         |
| Interest Rate          | 10.0 %             | %       | %       | %       |
| Current Year Interest  | \$ 5,910           | \$      | \$      | \$      |
| Current Year Principle | \$ 3,585           | \$      | \$      | \$      |

Meter Deposit Balance at Test Year End

\$ 3,645

Meter Deposits Refunded During the Test Year

\$ 1,066

|   |   |
|---|---|
| <b>COMPANY NAME</b> Empirita Water Company, LLC |   |
| <b>Name of System:</b>                          | <b>ADEQ Public Water System Number:</b> |

## WATER UTILITY PLANT DESCRIPTION

### WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 55-570078       | 10 HP           | 25 GPM           | 445'                | 4.5"                     | 1 1/12              | 2000         |
| 55-580933       | 10 HP           | 30 GPM           | 425'                | 4.5"                     | 1 1/12              | 2000         |
|                 |                 |                  |                     |                          |                     |              |
|                 |                 |                  |                     |                          |                     |              |
|                 |                 |                  |                     |                          |                     |              |
|                 |                 |                  |                     |                          |                     |              |

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|----------------|--|
|                     |                |  |
|                     |                |  |

| BOOSTER PUMPS    |          | FIRE HYDRANTS     |                |
|------------------|----------|-------------------|----------------|
| Horsepower       | Quantity | Quantity Standard | Quantity Other |
| Grundfoss 9.5 HP | 2        | 1                 |                |
|                  |          |                   |                |
|                  |          |                   |                |
|                  |          |                   |                |

| STORAGE TANKS |          | PRESSURE TANKS |          |
|---------------|----------|----------------|----------|
| Capacity      | Quantity | Capacity       | Quantity |
| 50,000        | 1        | 5,000          | 1        |
| 150,000       | 1        |                |          |
|               |          |                |          |

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

|   |
|---|
| <b>COMPANY NAME</b> Empirita Water Company, LLC         |
| <b>Name of System:</b> ADEQ Public Water System Number: |

### WATER UTILITY PLANT DESCRIPTION (CONTINUED)

#### MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2                |          |                  |
| 3                |          |                  |
| 4                |          |                  |
| 5                |          |                  |
| 6                | PVC      | 10,560           |
| 8                |          |                  |
| 10               |          |                  |
| 12               |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |

#### CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4        |          |
| 3/4              | 32       |
| 1                |          |
| 1 1/2            |          |
| 2                |          |
| Comp. 3          |          |
| Turbo 3          |          |
| Comp. 4          |          |
| Turbo 4          |          |
| Comp. 6          |          |
| Turbo 6          |          |
|                  |          |
|                  |          |

For the following three items, list the utility owned assets in each category for each system.

**TREATMENT EQUIPMENT:**

None

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**STRUCTURES:**

1 50,000 Gal. Reservoir

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1 5,000 Gal. Hydropneumatic Tank

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1 150,000 Gal. Reservoir (Not in use)

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Electric panel

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Grundfoss pumps (2) plus housings

---

Fill and pressure reducing valves plus connecting equipment

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**OTHER:**

2 Well sites

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*Note: If you are filing for more than one system, please provide separate sheets for each system.*

|  |   |
|--|---|
| <b>COMPANY NAME:</b> Empirita Water Company, LLC |   |
| <b>Name of System:</b>                           | <b>ADEQ Public Water System Number:</b> |

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015

| MONTH           | NUMBER OF CUSTOMERS | GALLONS SOLD<br>(Thousands) | GALLONS PUMPED<br>(Thousands) | GALLONS PURCHASED<br>(Thousands) |
|-----------------|---------------------|-----------------------------|-------------------------------|----------------------------------|
| JANUARY         | 38                  | 154,738                     | 222,074                       | 158,438                          |
| FEBRUARY        | 38                  | 142,360                     | 151,495                       | 150,060                          |
| MARCH           | 38                  | 211,835                     | 220,398                       | 218,035                          |
| APRIL           | 38                  | 362,554                     | 382,047                       | 375,154                          |
| MAY             | 38                  | 270,600                     | 286,957                       | 281,600                          |
| JUNE            | 38                  | 311,701                     | 327,180                       | 322,901                          |
| JULY            | 38                  | 293,700                     | 299,514                       | 299,500                          |
| AUGUST          | 38                  | 185,396                     | 191,598                       | 191,596                          |
| SEPTEMBER       | 39                  | 245,082                     | 251,325                       | 251,282                          |
| OCTOBER         | 39                  | 184,978                     | 193,921                       | 193,778                          |
| NOVEMBER        | 39                  | 146,559                     | 150,895                       | 150,759                          |
| DECEMBER        | 39                  | 189,228                     | 218,716                       | 195,428                          |
| <b>TOTALS →</b> |                     | 2,698,731                   | 2,896,120                     | 2,788,531                        |

What is the level of arsenic for each well on your system? 0.0047 mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_ GPM for \_\_\_\_\_ hrs    N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?    N/A  
       ( ) Yes                                ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
       ( ) Yes                                (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
       ( ) Yes                                (X) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

|  |   |
|--|---|
| <b>COMPANY NAME:</b> Empirita Water Company, LLC |   |
| <b>Name of System:</b>                           | <b>ADEQ Public Water System Number:</b> |

**UTILITY SHUTOFFS / DISCONNECTS**

| MONTH           | Termination without Notice<br>R14-2-410.B | Termination with Notice<br>R14-2-410.C | OTHER |
|-----------------|---|--|-------|
| JANUARY         | None                                      | None                                   | None  |
| FEBRUARY        | None                                      | None                                   | None  |
| MARCH           | None                                      | None                                   | None  |
| APRIL           | None                                      | None                                   | None  |
| MAY             | None                                      | None                                   | None  |
| JUNE            | None                                      | None                                   | None  |
| JULY            | None                                      | None                                   | None  |
| AUGUST          | None                                      | None                                   | None  |
| SEPTEMBER       | None                                      | None                                   | None  |
| OCTOBER         | None                                      | None                                   | None  |
| NOVEMBER        | None                                      | None                                   | None  |
| DECEMBER        | None                                      | None                                   | None  |
| <b>TOTALS →</b> | -0-                                       | -0-                                    | -0-   |

OTHER (description):  
N/A

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COMPANY NAME Empirita Water Company, LLC YEAR ENDING 12/31/2015

**PROPERTY TAXES**

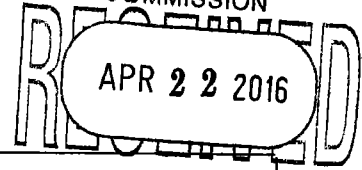
Amount of actual property taxes paid during Calendar Year 2015 was: \$ 1,521.19

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

ARIZONA CORPORATION  
COMMISSION



**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

|                                |
|--------------------------------|
| COUNTY OF (COUNTY NAME)        |
| Cochise                        |
| NAME (OWNER OR OFFICIAL) TITLE |
| James Vermilyea, Member        |
| COMPANY NAME                   |
| Empirita Water Company, LLC    |

Utilities Division

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

|       |     |      |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12    | 31  | 2015 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

*James L. Vermilyea*  
SIGNATURE OF OWNER OR OFFICIAL

520-490-1218

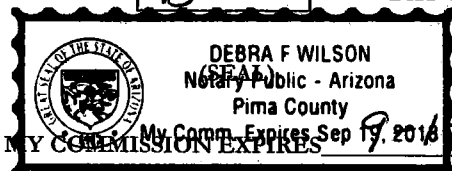
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

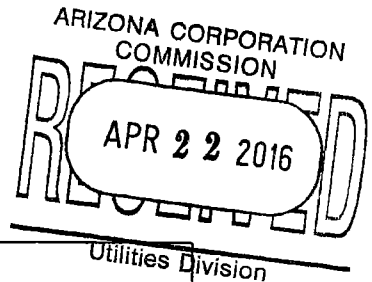
THIS 15<sup>th</sup> DAY OF April 2016

|             |                          |
|-------------|--------------------------|
| COUNTY NAME | <u>Pima</u>              |
| MONTH       | <u>April</u> <u>2016</u> |



*Debra F. Wilson*  
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**



**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

|  |
|--|
| COUNTY OF (COUNTY NAME)<br><b>Cochise</b>                        |
| NAME (OWNER OR OFFICIAL) TITLE<br><b>James Vermilyea, Member</b> |
| COMPANY NAME<br><b>Empirita Water Company, LLC</b>               |

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

|       |     |      |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12    | 31  | 2015 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2015 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 26,216

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ \_\_\_\_\_  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

James L. Verilyea  
SIGNATURE OF OWNER OR OFFICIAL  
520.490.1218  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

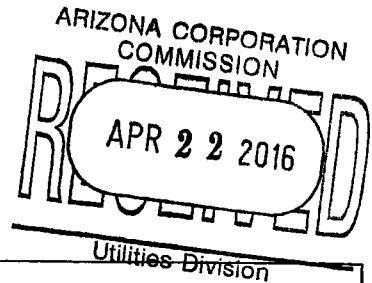
THIS 15 DAY OF \_\_\_\_\_  
  
MY COMMISSION EXPIRES 9-19-2018

|             |              |             |
|-------------|--------------|-------------|
| COUNTY NAME | <u>Pima</u>  |             |
| MONTH       | <u>APRIL</u> | <u>2016</u> |

Debra F. Wilson  
SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE**  
Intrastate Revenues Only



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

|   |                 |
|---|-----------------|
| COUNTY OF (COUNTY NAME)<br>Cochise          |                 |
| NAME (OWNER OR OFFICIAL)<br>James Vermilyea | TITLE<br>Member |
| COMPANY NAME<br>Empirita Water Company, LLC |                 |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

|       |     |      |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12    | 31  | 2015 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2015 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 26,216

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 1,521  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

James L. Vermyea  
SIGNATURE OF OWNER OR OFFICIAL  
520-490-1218  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

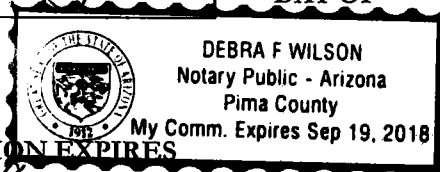
15th

DAY OF

(SEAL)

MY COMMISSION EXPIRES

9-19-2018



|                                       |              |
|---------------------------------------|--------------|
| NOTARY PUBLIC NAME<br>Debra F. Wilson |              |
| COUNTY NAME<br>Pima                   |              |
| MONTH<br>April                        | YEAR<br>2016 |

Debra F. Wilson  
SIGNATURE OF NOTARY PUBLIC